

Herry Thell

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Dear Sir or Madam:

Berg is currently producing pipe for the Gulfstream Project for Williams Gas. This is the largest pipeline order in Berg's history and represents over 250,000 tons of Grade X70 pipe from Berg's production facility.

When this project was first discussed Berg submitted this plate to U.S. Steel for quotation. At that time U.S. Steel declined to quote due to technical concerns about producing Grade X70. Also U.S. Steel indicated that even if they felt able to technically produce the plate, they would not be able to meet the quantities requested and were therefore not interested in pursuing this business.

Sincerely,

Penny Hutt

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